

S/019/0064  
cc: Mike

RECEIVED E-Mail

SEP 27 2013

Div. of Oil, Gas & Mining

DARRELL G. BOEPPLE  
3802 – 47<sup>TH</sup>  
LUBBOCK TX 79413

Certified Mail # 7003 2260 0003 2355 5010  
Return Receipt Requested

Re: Notice of Default, Utah School and Institutional Trust Lands Administration  
(SITLA) Mineral Lease ML 50751, Utah Division of Oil Gas & Mining  
(UDOGM) Small Mine Notice of Intent S/019/0064

Dear Mr. Boepple:

A recent inspection of the site of the above numbered mineral lease found you are in violation of the terms of your lease. Paragraph 13.5 of the lease contract requires "Lessee shall conduct exploration and mining operations on the leased premises in accordance with standard industry operating practices . . ."

The inspection, which occurred September 4, 2013, found the site abandoned. The site was littered with solid waste including broken plastic debris, trash including drums and stained soil, wood debris, and broken poly vinyl chloride pipe. The pond liner was torn and in disrepair. Two material silos were on the abandoned site.

A review of the UDOGM records indicate that several cessation orders have been issued and operations on the site have been abandoned for several years. In accordance with paragraph 16.1, Notice of Default, of the lease contract you are hereby notified that you have thirty (30) days to cure the default of the lease terms or the lease will be subject to cancellation. Upon



cancellation SITLA will request UDOGM to attach the reclamation bond they hold and perform site reclamation.

In order to cure default you must:

- Remove and properly dispose of all solid and hazardous waste,
- Remove and properly dispose of the pond liner,
- Remove and properly dispose of the material silos,
- Grade and contour the site to blend in with the surrounding topography, and
- Seed the site with a seed mixture approved by the UDOGM.

If you have any questions concerning this notice of default, you may contact me at 801.538.5153.

Sincerely,

Jerry W. Mansfield  
Resource Specialist

cc:

Sonja Wallace

Paul Baker

Black Gold Organic Fertilizer, Inc.